

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 29, 2008

	February-08				January-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	FYTD	FY07	Ended	Ended
				Net ROR				Net ROR				Net ROR					Net	Net	6/30/2007	6/30/2007
LARGE CAP DOMESTIC EQUITY																				
<i>Structured Growth</i>																				
Los Angeles Capital	44,492	2.0%	2.3%	-0.15%	44,575	2.0%	2.3%	-9.31%	50,243	2.2%	2.3%	-1.50%	48,139	2.3%	2.3%	0.38%	-10.46%	21.84%	13.35%	N/A
Total Structured Growth	44,492	2.0%	2.3%	-0.15%	44,575	2.0%	2.3%	-9.31%	50,243	2.2%	2.3%	-1.50%	48,139	2.3%	2.3%	0.38%	-10.46%	21.84%	13.35%	10.94%
Russell 1000 Growth				-1.99%				-7.80%				-0.77%				4.21%	-6.55%	19.04%	8.70%	9.28%
<i>Structured Value</i>																				
LSV	44,386	2.0%	2.3%	-3.99%	46,264	2.1%	2.3%	-3.79%	49,150	2.2%	2.3%	-5.53%	46,931	2.3%	2.3%	-0.89%	-13.51%	23.77%	19.00%	16.55%
Russell 1000 Value				-4.19%				-4.01%				-5.80%				-0.24%	-13.57%	21.87%	15.93%	13.31%
<i>Russell 1000 Enhanced Index</i>																				
LA Capital	88,773	4.1%	4.5%	-1.35%	89,878	4.1%	4.5%	-8.07%	99,938	4.4%	4.5%	-1.07%	95,834	4.6%	4.5%	0.24%	-10.06%	21.27%	13.46%	N/A
Russell 1000				-3.06%				-6.00%				-3.23%				1.98%	-10.06%	20.43%	12.34%	
<i>S&P 500 Enhanced Index</i>																				
Westridge	99,831	4.6%	4.5%	-3.12%	103,120	4.7%	4.5%	-5.92%	112,006	4.9%	4.5%	-3.04%	106,209	5.1%	4.5%	2.18%	-9.69%	21.12%	11.98%	N/A
S&P 500				-3.25%				-6.00%				-3.33%				2.03%	-10.30%	20.59%	11.68%	
<i>Index</i>																				
State Street	26,868			-2.96%	27,669			-7.02%	30,403			-6.37%	29,102			-0.80%	-16.18%	21.82%	12.34%	11.08%
Total 130/30	26,868	1.2%	1.5%	-2.96%	27,669	1.3%	1.5%	-7.02%	30,403	1.3%	1.5%	-6.37%	29,102	1.4%	1.5%	-0.80%	-16.18%	21.82%	12.34%	11.08%
S&P 500				-3.25%				-6.00%				-3.33%				2.03%	-10.30%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	304,350	13.9%	15.0%	-2.30%	311,507	14.2%	15.0%	-6.84%	341,739	15.0%	15.0%	-2.89%	326,214	15.6%	15.0%	0.62%	-11.06%	21.86%	13.76%	12.22%
S&P 500				-3.25%				-6.00%				-3.33%				2.03%	-10.30%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY																				
<i>Manager-of-Managers</i>																				
SEI	51,059	2.3%	2.5%	-3.47%	52,928	2.4%	2.5%	-7.57%	58,013	2.5%	2.5%	-6.35%	53,668	2.6%	2.5%	-3.66%	-19.50%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				-3.54%				-6.65%				-4.09%				-2.60%	-15.89%	18.76%	15.72%	16.16%
<i>Enhanced</i>																				
Research Affiliates	50,051	2.3%	2.5%	-2.54%	51,294	2.3%	2.5%	-5.26%	54,982	2.4%	2.5%	-7.00%	51,170	2.5%	2.5%	N/A	N/A	N/A	N/A	N/A
Russell 2000				-3.71%				-6.82%				-4.58%				-3.09%	-17.03%			
TOTAL SMALL CAP DOMESTIC EQUITY	101,111	4.6%	5.0%	-3.01%	104,222	4.7%	5.0%	-6.44%	112,995	5.0%	5.0%	-6.67%	104,839	5.0%	5.0%	-4.98%	-19.53%	18.39%	13.70%	14.37%
Russell 2000				-3.71%				-6.82%				-4.58%				-3.09%	-17.03%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY																				
<i>Large Cap - Active</i>																				
Capital Guardian	84,127	3.8%	4.0%	0.79%	83,399	3.8%	4.0%	-9.18%	91,703	4.0%	4.0%	-1.23%	86,331	4.1%	4.0%	0.61%	-9.03%	25.99%	21.19%	14.89%
LSV	78,779	3.6%	4.0%	-0.07%	78,879	3.6%	4.0%	-10.58%	88,172	3.9%	4.0%	-6.39%	87,639	4.2%	4.0%	-3.37%	-19.17%	31.24%	N/A	N/A
Total Large Cap - Active	162,905	7.5%	8.0%	0.37%	162,278	7.4%	8.0%	-9.87%	179,874	7.9%	8.0%	-3.80%	173,970	8.3%	8.0%	-1.43%	-14.22%	28.57%	22.95%	18.43%
MSCI EAFE - 50% Hedged				0.38%				-10.14%				-2.19%				0.11%	-11.68%	26.94%	22.55%	15.71%
<i>Small Cap - Value</i>																				
DFA	20,812	1.0%	1.0%	2.19%	20,366	0.9%	1.0%	-6.60%	21,804	1.0%	1.0%	N/A	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	21,290	1.0%	1.0%	-3.92%	N/A	21.03%	20.93%	N/A
Total Small Cap Value	20,812	1.0%	1.0%	2.19%	20,366	0.9%	1.0%	-6.60%	21,804	1.0%	1.0%	N/A	21,290	1.0%	1.0%	-3.92%	-8.88%	21.03%	20.93%	N/A
Citigroup Broad Market Index < \$2BN				-4.10%				-9.70%				-5.94%				-0.66%	-19.08%	28.58%	26.34%	
<i>Small Cap - Growth</i>																				
Vanguard	20,740	0.9%	1.0%	2.26%	20,281	0.9%	1.0%	-9.13%	22,319	1.0%	1.0%	-4.84%	20,835	1.0%	1.0%	-1.48%	-12.89%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				-4.10%				-9.70%				-5.94%				-0.66%	-19.08%	28.58%	26.34%	
TOTAL INTERNATIONAL EQUITY	204,457	9.4%	10.0%	0.74%	202,926	9.2%	10.0%	-9.47%	223,998	9.8%	10.0%	-3.97%	216,095	10.4%	10.0%	-1.70%	-13.91%	28.02%	23.43%	17.15%
MSCI EAFE - 50% Hedged				0.38%				-10.14%				-2.19%				0.11%	-11.68%	26.94%	22.55%	15.71%
DOMESTIC FIXED INCOME																				
<i>Core Bond</i>																				
Western Asset	234,870	10.7%	10.9%	-1.32%	238,807	10.9%	10.9%	1.78%	240,282	10.5%	10.9%	1.63%	218,226	10.5%	10.9%	1.87%	3.99%	7.29%	4.44%	5.64%
Lehman Aggregate				0.14%				1.68%				3.00%				2.84%	7.86%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>																				
Hyperion	62,391	2.9%	2.8%	-6.76%	63,681	2.9%	2.8%	0.58%	64,273	2.8%	2.8%	-1.00%	59,396	2.8%	2.8%	-1.78%	-8.81%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				0.51%				2.04%				3.15%				3.88%	9.90%			
<i>Core Plus/Enhanced</i>																				
Clifton Group	71,971	3.3%	2.8%	1.23%	70,120	3.2%	2.8%	2.46%	70,046	3.1%	2.8%	3.99%	61,614	3.0%	2.8%	4.41%	12.62%	5.52%	N/A	N/A
Prudential	66,582	3.0%	2.8%	-0.25%	66,275	3.0%	2.8%	0.98%	67,160	2.9%	2.8%	2.45%	59,978	2.9%	2.8%	1.95%	5.20%	N/A	N/A	N/A
Total Core Plus/Enhanced	138,553	6.3%	5.6%	0.51%	136,395	6.2%	5.6%	1.73%	137,207	6.0%	5.6%	3.23%	121,592	5.8%	5.6%	3.18%	8.92%	5.95%	N/A	N/A
Lehman Aggregate				0.14%				1.68%				3.00%				2.84%	7.86%	6.12%		
<i>Index</i>																				
Bank of ND	119,363	5.5%	4.9%	0.84%	119,765	5.5%	4.9%	1.99%	120,200	5.3%	4.9%	3.04%	108,630	5.2%	4.9%	3.09%	9.27%	5.45%	2.92%	4.32%
Lehman Gov/Credit (1)				0.63%				1.90%				3.10%				3.01%	8.90%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>																				
Wells Capital (formerly Strong)	236,105	10.8%	10.9%	0.07%	235,067	10.7%	10.9%	1.07%	238,209	10.4%	10.9%	1.98%	215,331	10.3%	10.9%	1.48%	4.68%	7.93%	4.86%	6.59%
Lehman US Credit BAA				-0.33%				0.38%				1.90%				1.67%	3.65%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	791,282	36.2%	35.0%	-0.70%	793,715	36.2%	35.0%	1.50%	800,171	35.1%	35.0%	2.00%	723,175	34.7%	35.0%	1.84%	4.69%	7.11%	3.89%	5.04%
Lehman Aggregate (2)				0.14%				1.68%				3.00%				2.84%	7.86%	6.12%	4.13%	4.87%
CASH EQUIVALENTS																				
<i>Bank of ND</i>																				
90 Day T-Bill	783,929	35.9%	35.0%	0.23%	782,199	35.6%	35.0%	0.29%	802,691	35.2%	35.0%	0.96%	714,620	34.3%	35.0%	1.24%	2.74%	5.36%	4.10%	3.00%
				1.05%				0.50%				1.05%				1.34%	3.07%	5.21%	3.78%	2.76%
TOTAL INSURANCE REGULATORY TRUST	2,185,129	100.0%	100.0%	-0.57%	2,194,568	100.0%	100.0%	-1.65%	2,281,594	100.0%	100.0%	-0.10%	2,084,943	100.0%	100.0%	0.97%	-1.35%	11.10%	7.39%	7.70%
POLICY TARGET BENCHMARK				-0.53%				-1.49%				0.48%				1.65%	0.08%	10.39%	7.14%	6.76%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.